

## COMMONWEALTH OF VIRGINIA GAS AND OIL BOARD MINUTES May 18, 2010

Pursuant to Sections 45.1-361.9B and 45.1361.22.B of the Code of Virginia, the Virginia Gas and Oil Board held their regular monthly hearing commencing at 9 a.m. on Tuesday, May 18, 2010, at the Conference Center, Russell County Office Building, and Highland Drive, Lebanon, Virginia.

Board members present were Mary Quillen, Bill Harris, Donald Ratliff, Butch Lambert and Katie Dye.

Also present were Sharon Pigeon, Gary Eide and Diane Davis.

- The Board will receive public comments.
   Public comments were received from Jamie Hale, Juanita Sneeuwjagt, Katherine Jewell and Ronnie Osborne.
- 2. The Board will receive comments from Virginia Senator Phillip P. Puckett (D) District 38. Comments were received from Senator Puckett.
- 3. A petition from EQT Production Company for disbursement of funds and authorization of direct payment on a portion of Tract 2, Unit VC-702966, Kenady District, Dickenson County, Virginia. Docket Number VGOB-94-0816-0467-01. Continued from March 2010. The petition was withdrawn by the operator.
- 4. The Board on its own motion will reconsider EQT Horizontal Provisional Unit VH-539991 and statutory requirements for royalty payments. Docket Number VGOB-08-0819-2301. Continued from March 2010. The petition was approved by the Board.
- 5. A petition from CNX Gas Company, LLC for re-pooling of coalbed methane unit AA-38, Garden and Maiden Springs District, Buchanan and Tazewell County, Virginia. Docket Number VGOB-98-0324-0635-01. Continued from March 2010. A continuance to the July 2010 hearing at the request of the applicant was approved by the Board.
- 6. A petition from EQT Production Company for disbursement of funds and authorization of direct payment on portion of Tract 2, Unit VC-536191, New Garden District, Russell County, Virginia. Docket Number VGOB-07-0116-1861-01. Revised EE and disbursement exhibit was submitted to the Boad. A portion of Tract 2 was approved for disbursement.
- 7. A petition from EQT Production Company for disbursement of funds and authorization of direct payment on portion of Tract 3, Unit VC-536504, New Garden District, Russell

- County, Virginia. Docket Number VGOB-08-0819-2306-01. The petition was approved for disbursement for a portion of Tract 3.
- 8. A petition from EQT Production Company for re-pooling of coalbed methane unit VCI-537521, Castlewood District, Russell County, Virginia. Docket Number VGOB-09-0616-2541-01. The operator will submit revised Exhibits. The petition was approved by the Board.
- 9. A petition from EQT Production Company for a well location exception for proposed well V-536036, Lipps District, Wise County, Virginia. Docket Number VGOB-10-0518-2701. The petition was approved by the Board.
- 10. A petition from EQT Production Company for pooling of coalbed methane unit VCI-531377, Kenady District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2702. The petition was approved by the Board with escrowing required for Tract 3.
- 11. A petition from EQT Production Company for pooling of coalbed methane unit VC-531475, Prater District, Buchanan County, Virginia. Docket Number VGOB-10-0518-2703. The petition was approved by the Board with escrowing required for Tract 1.
- 12. A petition from EQT Production Company for pooling of coalbed methane unit VC-502913, Prater District, Buchanan County, Virginia. Docket Number VGOB-10-0518-2704. The petition was approved by the Board with escrowing required for Tracts 1, 2 and 3.
- 13. A petition from EQT Production Company for pooling of coalbed methane unit VCI-538710, Prater District, Buchanan County, Virginia. Docket Number VGOB-10-0518-2705. The petition was approved by theBoard with escrowing required for Tracts 1, 2 and 3.
- 14. A petition from EQT Production Company for pooling of coalbed methane unit VCI-538630, Prater District, Buchanan County, Virginia. Docket Number VGOB-10-0518-2706. The petition was approved by the Board with escrowing required for Tracts 1, 2, 3, 4 and 5.
- 15. A petition from EQT Production Company for pooling of coalbed methane unit VCI-531374, Kenady District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2707. The petition was approved by the Board with escrowing required for a portion of Tract 1.
- 16. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530243, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2708. The petition was approved by the Board.
- 17. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530280, Kenady District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2709. The petition was approved by the Board.

- 18. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530278, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2710. A continuance to June 2010 was requested and granted by the Board.
- 19. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530247, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2711. The petition was approved by the Board.
- 20. A petition from Range Resources-Pine Mountain, Inc. for the establishment of a drilling unit and pooling of conventional well unit V-530243, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-10-0518-2712. The petition was approved by the Board with no escrowing required.
- 21. The board requested that Item #2 for the June docket be the consideration of an annual reconciliation by operators for each board account for which monies is due into the escrow account.
- 22. The Board will consider approval of the April 2010 minutes. The minutes for the April 2010 board hearing were approved.

The Board adjourned at 12:15 p.m.